

IN. WE ON THE October 8, 2003

UNIVERSAL FOREST PRODUCTS, INC.

OCT 15 2003

IMPORT ADMINISTRATION Mr. James J. Jochum Assistant Secretary for Import Administration U.S. Department of Commerce Central Records Unit, Room 1870 Pennsylvania Avenue & 14th Street NW Washington, DC 20230

Attn: Section 201 Duties

Anti-Dumping Proceedings - Treating of Section 201 Duties and Countervailing RE: **Duties**

Dear Mr. Jochum:

Please accept this letter in response to the request for comments to the proposal to deduct countervailing duties as well as duties imposed under Section 201 of the Trade Act of 1974 from export price (EP) and constructed export price (CEP) in calculation of the dumping margins, pursuant to Section 272 of the Tariff Act of 1930. We oppose this proposal.

We think the proposal is an inherently bad policy which would be a huge detriment to both the U.S.-based remanufacturers and producers of lumber and building products and for the U.S. consumers of lumber and building materials. Implementing this proposed deduction would unfairly have the effect of further increasing the impact of any countervailing and other duties applied to the product.

The proposed deduction is part of a flawed policy of increasing the burdens on U.S.-based primary producers and trying to increase the duties and penalties on goods coming from certain other countries in violation of NAFTA. The whole process creates a vicious cycle of protectionism and price inflation, when the real crux of the issue is lack of harvestable timberlands in the United States due to environmental and other restrictions. Doubling up on duties does not solve this problem and merely exasperates the issue for the American consumer.

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We strongly believe the American consumer should be the paramount consideration for this discussion. Providing the best product at the best value is the true desire of the American consumer. Tarriffs, duties, and other government imposed, non-value added costs obstruct this goal and serve as impediments to otherwise appropriate and desired activity for the U.S. manufacturers.

Please feel free to contact me if you have any questions, but again we strongly urge rejection of this proposal.

Very truly yours,

Matthew J. Missad

Executive Vice President

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cc:

Bill Currie

Mike Glenn

David Phelps

Mike Mordell

Claude Parent

Bobby Hill

Scott Greene